

## Request for Committee Action

**To:** Community Development & Regulatory Services  
**Date:** 10/13/2015  
**From:** Community Planning & Economic Development  
**Prepared by:** Roxanne Young Kimball  
**Presented by:** Roxanne Young Kimball  
**File type:** Resolution  
**Subcategory:** Land Sale

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**Subject:**

Land Sale: 3743 Fremont Ave. N., to Wilson Molina

**Description:**

Considering passage of a Resolution approving the sale of the property at 3743 Fremont Ave. N., TF-830 to Wilson Molina for \$8,000, subject to conditions.

**Previous Actions:**

The City acquired 3743 Fremont Ave. N. on July 25, 2014.

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**Ward/Neighborhood/Address:**

Ward 4  
Folwell  
3743 Fremont Ave. N.

**Background/Analysis:**

<b><u>PARCEL</u></b>	<b><u>ADDRESS</u></b>	<b><u>SALE PRICE</u></b>
TF-830	3743 Fremont Ave. N.	\$8,000

**PURCHASER**

Wilson Molina  
1515 E Lake St, Suite 203  
Minneapolis, MN 55407

**PROPOSED DEVELOPMENT:**

The property was constructed in 1903 and is a 1,465 square foot, two-bedroom, one-bath single family home that will be rehabilitated to meet the Vacant Housing Recycling Program's rehabilitation standards, including addressing all code deficiencies.

The lot size is 40' x 126' = approximately 5,052 total square feet.

Purchaser proposes to rehabilitate 3743 Fremont Ave. N. into a three-bedroom, two-bath single family home and sell the property for owner-occupancy.

**LAND DISPOSITION POLICY:**

The sale of this property is in compliance with the City's Disposition Policy. The sales price of this property reflects the full re-use value.

**FINANCING:**

Purchaser: Cash, documented with bank statements dated within 30 days of application.

**COMMENTS:**

The City is selling this property in its as-is condition. This property was publicly advertised on the City of Minneapolis website and through e-mail notification to a list of over 200 developers and homebuyers. Two informational meetings were held to inform potential developers and homebuyers about the City's disposition process and the information was posted on the City's website. An open house was held to allow potential purchasers to inspect the property and a two-week application period was provided after the open house. Two complete offers were received. One offer was less than the fair market value and was rejected. The proposer was subsequently advised of the rejection. The second offer was from Wilson Molina.

Wilson Molina was reviewed for ownership history in the City of Minneapolis. He owns two registered vacant buildings in Minneapolis. He recently purchase both, through the Vacant Housing Recycling Program, in May and June of 2015. The properties are currently being rehabilitated, with projected completion dates of October and November, 2015. Remaining properties owned by the applicant do not have excessive code violations.

Notification was provided to the Folwell neighborhood.

**Financial Review:****No additional appropriation required, amount included in current budget.**

- Elimination of future property management costs estimated at \$3,600 per year.
- Proposed Net Sale Proceeds (see attached table): \$3,287
- Proposed Re-Use Value Write-Down(see attached table): \$0

☐ **Future budget impact anticipated.**

☐ **Approved by the Permanent Review Committee.**

☐ **Meets Small and Underutilized Business Program goals.**

**Attachments:**

1. 3743 Fremont Ave. N. Land Sale\_Resolution
2. 3743 Fremont Ave. N. Land Sale\_Ward Map
3. 3743 Fremont Ave. N. Land Sale\_Cost Sheet
4. 3743 Fremont Ave. N. Land Sale\_Photo
5. 3743 Fremont Ave. N. Land Sale\_Example of Rehabilitation By Developer

**TOTAL ACQUISITION COSTS INCURRED BY CPED ATTRIBUTABLE TO THE FOLLOWING PROPERTY:**

Date: October 13, 2015  
 Subject: Land Sale – Public Hearing  
 Vacant Housing Recycling Program  
 Address: 3743 Fremont Ave. N.  
 Purchaser: Wilson Molina

	A	B	C	D	E	F	G
Address	Purchase Price	Acquisition/ Demolition/ Other Costs	Total CPED Cost to Assemble  (A+B)	Re-Use Value Opinion	Sale Price	CPED Cost Write-Off or Sale Proceeds (if > 0)  (E-C)	Re-Use Value Write Down (if < 0)  (E-D)
3743 Fremont Ave. N.	\$3,000	\$1,713	\$4,713	\$8,000	\$8,000	\$3,287	\$0
Total	\$3,000	\$1,713	\$4,713	\$8,000	\$8,000	\$3,287	\$0

Write-Down

Not applicable as the sales price is equal to the re-use value.

Developer History with CPED:

Wilson Molina acquired two properties through the Vacant Housing Recycling Program in May and June of 2015: 2207 16<sup>th</sup> Ave. S. and 3500 Clinton Ave. S.

Developer Information:

- ☒ Single Individual(s)  
☐ Married Individual(s)  
☐ Limited Liability Partnership of the State of Minnesota  
☐ Limited Liability Company of the State of Minnesota  
☐ Corporation of the State of Minnesota  
☐ Nonprofit Corporation of the State of Minnesota  
☐ Other

